



Ashley
PALADIN ENERGY CORP.

MA
10-11-00
OCT 4 2000
OIL CONSERVATION DIVISION

MS.
September 29, 2000

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Re: Case No. 12469, Order No. R-11439
Compulsory Pooling, Lea County New Mexico

Dear Sir/Madam,

In accordance with Page 4, Paragraph 7 of the above order, please find enclosed a copy of the itemized schedule of estimated well cost for the Hamilton A2 Well, furnished to the non-consenting working interest subject to compulsory pooling. We anticipate beginning recompletion operations on this well prior to the November 20, 2000 deadline.

If you have any questions or need further information please call. Thank you.

Sincerely,

David Plaisance
Production Manager